



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

August 20, 2008

BY FACSIMILE AND U.S. MAIL

Marc Elias, Esq.
Perkins Coie, LLP
607 14th Street, NW, Suite 800
Washington, D.C. 20005

RE: MUR 5504
John Karoly, Jr. and
Karoly Law Offices, P.C.

Dear Mr. Elias:

On August 18, 2008, the Federal Election Commission found that there is probable cause to believe your client, John Karoly, Jr., knowingly and willfully violated 2 U.S.C. § 441b(a) and 2 U.S.C. § 441f, provisions of the Federal Election Campaign Act of 1971, as amended, in connection with contributions made in the name of another to the Gephardt for President Committee that were reimbursed with funds from Karoly Law Offices, P.C. On August 18, 2008, the Federal Election Commission also found that there is probable cause to believe that your client, Karoly Law Offices, P.C., knowingly and willfully violated 2 U.S.C. § 441b(a) and 2 U.S.C. § 441f in connection with contributions made in the name of another to the Gephardt for President Committee that were reimbursed with funds from Karoly Law Offices, P.C.

The Commission has a duty to attempt to correct such violations for a period of at least 30 days and no more than 90 days by informal methods of conference, conciliation, and persuasion, and by entering into a conciliation agreement with a respondent. If we are unable to reach an agreement after 30 days, the Commission may institute a civil suit in United States District Court and seek payment of a civil penalty.

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Letter to Marc Elias, Esq.
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Sincerely,

A handwritten signature in cursive script, reading "Susan L. Lebeaux".

Susan L. Lebeaux
Assistant General Counsel

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